

| | November-04 | | | | October-04 | | | | September-04 | | | | Current | Prior Year | 3 Years | 5 Years |
|---------------------------------|--------------|--------|--------|---------|--------------|--------|--------|---------|--------------|--------|---------|---------|------------|------------|-----------|-----------|
| | Allocation | | Month | | Allocation | | Month | | Allocation | | Quarter | | Fiscal YTD | FY04 | Ended | Ended |
| | Market Value | Actual | Policy | Net ROR | Market Value | Actual | Policy | Net ROR | Market Value | Actual | Policy | Net ROR | Net ROR | Net ROR | 6/30/2004 | 6/30/2004 |
| LARGE CAP DOMESTIC EQUITY | | | | | | | | | | | | | | | | |
| Structured Growth | | | | | | | | | | | | | | | | |
| LA Capital | 1,413,584 | 5.1% | 5.1% | 5.37% | 1,341,930 | 5.0% | 5.1% | 0.11% | 1,340,142 | 5.1% | 5.1% | -4.17% | 1.09% | N/A | N/A | N/A |
| Total Structured Growth | 1,413,584 | 5.1% | 5.1% | 5.37% | 1,341,930 | 5.0% | 5.1% | 0.11% | 1,340,142 | 5.1% | 5.1% | -4.17% | 1.09% | 19.20% | -5.87% | -7.07% |
| Russell 1000 Growth | | | | 3.44% | | | | 1.56% | | | | -5.23% | -0.44% | 17.88% | -3.74% | -6.48% |
| Structured Value | | | | | | | | | | | | | | | | |
| LSV | 1,567,237 | 5.7% | 5.1% | 6.34% | 1,474,921 | 5.5% | 5.1% | -0.17% | 1,477,038 | 5.6% | 5.1% | 3.11% | 9.47% | 29.44% | 9.20% | 8.31% |
| Russell 1000 Value | | | | 5.06% | | | | 1.66% | | | | 1.54% | 8.45% | 21.13% | 2.96% | 0.64% |
| Enhanced Russell 1000 Index | | | | | | | | | | | | | | | | |
| LA Capital | 1,891,090 | 6.8% | 6.9% | 4.64% | 1,807,965 | 6.7% | 6.9% | 0.73% | 1,794,619 | 6.8% | 6.9% | -2.24% | 3.04% | 18.59% | -0.17% | N/A |
| Russell 1000 | | | | 4.28% | | | | 1.61% | | | | -1.81% | 4.04% | 19.48% | -0.32% | N/A |
| Enhanced S&P 500 Index | | | | | | | | | | | | | | | | |
| Northern Trust | 1,911,522 | 6.9% | 6.9% | 4.00% | 1,838,794 | 6.9% | 6.9% | 1.64% | 1,808,813 | 6.8% | 6.9% | -2.17% | 3.42% | 19.00% | -0.31% | N/A |
| Strong | 0 | 0.0% | 0.0% | N/A | 0 | 0.0% | 0.0% | N/A | 2 | 0.0% | 0.0% | N/A | N/A | 21.13% | -0.06% | N/A |
| Westridge | 1,903,717 | 6.9% | 6.9% | 4.06% | 1,830,409 | 6.8% | 6.9% | 1.56% | 1,802,020 | 6.8% | 6.9% | -1.94% | 3.63% | 19.30% | -0.36% | N/A |
| Total Enhanced S&P 500 Index | 3,815,239 | 13.8% | 13.7% | 4.03% | 3,669,203 | 13.7% | 13.7% | 1.60% | 3,610,835 | 13.6% | 13.7% | -2.13% | 3.44% | 19.81% | -0.24% | N/A |
| S&P 500 | | | | 4.05% | | | | 1.53% | | | | -1.87% | 3.66% | 19.11% | -0.69% | N/A |
| S&P 500 Index | | | | | | | | | | | | | | | | |
| State Street | 970,326 | 3.5% | 3.4% | 4.04% | 932,627 | 3.5% | 3.4% | 1.53% | 918,576 | 3.5% | 3.4% | -1.87% | 3.66% | 19.08% | -0.67% | -2.17% |
| S&P 500 | | | | 4.05% | | | | 1.53% | | | | -1.87% | 3.66% | 19.11% | -0.69% | -2.20% |
| TOTAL LARGE CAP DOMESTIC EQUITY | 9,657,475 | 35.0% | 34.3% | 4.71% | 9,226,646 | 34.4% | 34.3% | 0.92% | 9,141,209 | 34.5% | 34.3% | -1.59% | 4.00% | 20.38% | 0.08% | -2.14% |
| S&P 500 | | | | 4.05% | | | | 1.53% | | | | -1.87% | 3.66% | 19.11% | -0.69% | -2.20% |
| SMALL CAP DOMESTIC EQUITY | | | | | | | | | | | | | | | | |
| Manager-of-Managers | | | | | | | | | | | | | | | | |
| SEI | 3,247,798 | 11.8% | 10.7% | 8.16% | 3,004,722 | 11.2% | 10.7% | 2.26% | 2,937,983 | 11.1% | 10.7% | -3.59% | 6.63% | 33.33% | 5.76% | N/A |
| Russell 2000 + 200bp | | | | 8.84% | | | | 2.14% | | | | -2.36% | 8.54% | 35.99% | 8.43% | N/A |
| TOTAL SMALL CAP DOMESTIC EQUITY | 3,247,798 | 11.8% | 10.7% | 8.16% | 3,004,722 | 11.2% | 10.7% | 2.26% | 2,937,983 | 11.1% | 10.7% | -3.59% | 6.63% | 33.33% | 5.76% | 6.81% |
| Russell 2000 | | | | 8.67% | | | | 1.97% | | | | -2.86% | 7.65% | 33.36% | 6.24% | 6.63% |
| INTERNATIONAL EQUITY | | | | | | | | | | | | | | | | |
| Large Cap - Core | | | | | | | | | | | | | | | | |
| State Street | 90,905 | 0.3% | 0.3% | 5.42% | 171,793 | 0.6% | 0.6% | 3.85% | 164,155 | 0.6% | 0.6% | -1.24% | 8.12% | 27.44% | 0.42% | -1.44% |
| MSCI EAFE - 50% Hedged | | | | 4.77% | | | | 2.12% | | | | -0.72% | 6.22% | 26.98% | -1.27% | -1.15% |
| Large Cap - Active | | | | | | | | | | | | | | | | |
| Capital Guardian | 261,980 | 0.9% | 0.9% | 3.93% | 406,765 | 1.5% | 1.5% | 2.12% | 394,919 | 1.5% | 1.5% | -1.48% | 4.57% | 25.40% | -1.15% | 1.54% |
| LSV | 246,422 | 0.9% | 0.9% | N/A | - | 0.0% | 0.0% | N/A | - | 0.0% | 0.0% | N/A | N/A | N/A | N/A | N/A |
| Transition Account | 5,700 | 0.0% | 0.0% | N/A | - | 0.0% | 0.0% | N/A | - | 0.0% | 0.0% | N/A | N/A | N/A | N/A | N/A |
| Bank of Ireland | 88,694 | 0.3% | 0.3 | | | | | | | | | | | | | |

CITY OF BISMARCK EMPLOYEES PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2004

| | November-04 | | | | October-04 | | | | September-04 | | | | Current | Prior Year | 3 Years | 5 Years |
|---------------------------------------|-------------------|-------------|-------------|--------------|-------------------|-------------|-------------|--------------|-------------------|-------------|-------------|----------------|--------------|---------------|--------------|--------------|
| | <u>Allocation</u> | | | <u>Month</u> | <u>Allocation</u> | | | <u>Month</u> | <u>Allocation</u> | | | <u>Quarter</u> | Fiscal YTD | FY04 | Ended | Ended |
| | Market Value | Actual | Policy | Net ROR | Market Value | Actual | Policy | Net ROR | Market Value | Actual | Policy | Net ROR | Net ROR | Net ROR | 6/30/2004 | 6/30/2004 |
| TCW | 1,122,961 | 4.1% | 4.1% | 4.01% | 1,079,016 | 4.0% | 4.0% | 1.17% | 1,066,306 | 4.0% | 4.0% | -3.94% | 1.08% | 16.74% | 0.51% | 3.89% |
| <i>First Boston Convertible Index</i> | | | | 3.22% | | | | 0.39% | | | | -1.05% | 2.53% | 14.44% | 4.95% | 5.78% |

CITY OF BISMARCK EMPLOYEES PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2004

| | November-04 | | | | October-04 | | | | September-04 | | | | Current Fiscal YTD | Prior Year FY04 | 3 Years Ended 6/30/2004 Net | 5 Years Ended 6/30/2004 Net |
|--|--------------|-------------------|--------|---------------|--------------|-------------------|--------|---------------|--------------|-------------------|--------|-----------------|--------------------|-----------------|-----------------------------|-----------------------------|
| | Market Value | Allocation Actual | Policy | Month Net ROR | Market Value | Allocation Actual | Policy | Month Net ROR | Market Value | Allocation Actual | Policy | Quarter Net ROR | Net ROR | Net ROR | | |
| BBB Average Quality | | | | | | | | | | | | | | | | |
| Strong | 1,098,931 | 4.0% | 4.1% | -0.62% | 1,103,580 | 4.1% | 4.0% | 1.28% | 1,072,442 | 4.0% | 4.0% | 4.62% | 5.30% | 1.29% | 6.26% | 7.23% |
| Lehman BBB | | | | -0.90% | | | | 1.03% | | | | 4.76% | 4.89% | 1.23% | 8.23% | 6.60% |
| Timberland | | | | | | | | | | | | | | | | |
| RMK | 1,276,341 | 4.6% | 4.6% | -0.07% | 1,276,341 | 4.8% | 4.8% | -0.07% | 1,278,970 | 4.8% | 4.8% | 3.86% | 3.70% | 10.46% | N/A | N/A |
| TIR | 2,445,282 | 8.9% | 8.9% | 0.12% | 2,442,433 | 9.1% | 9.1% | -0.07% | 2,442,433 | 9.2% | 9.2% | N/A | N/A | N/A | N/A | N/A |
| Total Timberland | 3,721,623 | 13.5% | 13.5% | 0.05% | 3,718,774 | 13.9% | 13.9% | -0.07% | 3,721,403 | 14.0% | 14.0% | 3.86% | 3.84% | 10.46% | N/A | N/A |
| TOTAL DOMESTIC FIXED INCOME | 10,541,928 | 38.2% | 40.0% | 0.06% | 10,531,590 | 39.3% | 40.0% | 0.56% | 10,454,186 | 39.4% | 40.0% | 2.69% | 3.33% | 5.08% | 6.35% | 7.34% |
| Lehman Aggregate | | | | -0.80% | | | | 0.84% | | | | 3.20% | 3.23% | 0.32% | 6.35% | 6.95% |
| HIGH YIELD BONDS | | | | | | | | | | | | | | | | |
| Loomis Sayles | 501,548 | 1.8% | 1.8% | 1.69% | 492,966 | 1.8% | 1.8% | 2.61% | 479,863 | 1.8% | 1.8% | 6.23% | 10.85% | N/A | N/A | N/A |
| Lehman High Yield Cash Pay Index | | | | 1.18% | | | | 1.79% | | | | 4.85% | 7.98% | N/A | N/A | N/A |
| Sutter/Wells Capital | 493,734 | 1.8% | 1.8% | 1.21% | 487,747 | 1.8% | 1.8% | 1.71% | 479,384 | 1.8% | 1.8% | 4.20% | 7.26% | N/A | N/A | N/A |
| Merrill Lynch High Yield Master II Index | | | | 1.08% | | | | 1.89% | | | | 4.63% | 7.76% | N/A | N/A | N/A |
| TOTAL HIGH YIELD BONDS | 995,282 | 3.6% | 3.5% | 1.45% | 980,713 | 3.7% | 3.5% | 2.16% | 959,247 | 3.6% | 3.5% | 5.21% | 9.04% | 7.69% | 6.68% | 2.79% |
| Lehman High Yield Bond Index | | | | 1.21% | | | | 1.81% | | | | 4.85% | 8.03% | 10.33% | 9.30% | 4.78% |
| INTERNATIONAL FIXED INCOME | | | | | | | | | | | | | | | | |
| International Sovereign | | | | | | | | | | | | | | | | |
| UBS Global (Brinson) | 286,607 | 1.0% | 1.0% | 4.71% | 273,899 | 1.0% | 1.0% | 3.59% | 262,023 | 1.0% | 1.0% | 3.06% | 11.78% | 7.86% | 14.20% | 6.47% |
| Citigroup Non-US Gov't Bond Index (1) | | | | 4.88% | | | | 3.53% | | | | 3.29% | 12.15% | 7.59% | 13.65% | 6.84% |
| International Core | | | | | | | | | | | | | | | | |
| Brandywine | 286,842 | 1.0% | 1.0% | 4.17% | 274,866 | 1.0% | 1.0% | 2.86% | 269,751 | 1.0% | 1.0% | 4.74% | 12.22% | 9.65% | N/A | N/A |
| Lehman Global Aggregate (ex-US) | | | | 4.90% | | | | 3.46% | | | | 3.49% | 12.32% | 5.20% | N/A | N/A |
| TOTAL INTERNATIONAL FIXED INCOME | 573,449 | 2.1% | 2.0% | 4.44% | 548,765 | 2.0% | 2.0% | 3.22% | 531,774 | 2.0% | 2.0% | 3.90% | 12.00% | 8.78% | 14.41% | 6.59% |
| Citigroup Non-US Gov't Bond Index (1) | | | | 4.88% | | | | 3.53% | | | | 3.29% | 12.15% | 7.59% | 13.65% | 6.84% |
| REAL ESTATE | | | | | | | | | | | | | | | | |
| J.P. Morgan | 829,645 | 3.0% | 3.0% | 0.88% | 822,383 | 3.1% | 3.0% | 0.12% | 821,399 | 3.1% | 3.0% | 3.83% | 4.87% | 11.11% | 7.63% | 9.54% |
| NCREIF TOTAL INDEX | | | | 1.13% | | | | 1.13% | | | | 3.42% | 5.76% | 10.82% | 8.40% | 9.33% |
| ALTERNATIVE INVESTMENTS | | | | | | | | | | | | | | | | |
| Coral Partners V | 18,597 | | | 0.00% | 19,097 | | | 0.00% | 21,867 | | | 6.37% | 6.37% | -31.07% | -34.06% | -13.63% |
| Coral Partners V - Supplemental | 2,196 | | | 0.00% | 2,255 | | | 0.00% | 2,601 | | | 2.37% | 2.37% | 30.44% | N/A | N/A |
| Coral Partners VI | 12,078 | | | 0.00% | 12,485 | | | 0.00% | 14,142 | | | -0.28% | -0.28% | -21.72% | N/A | N/A |
| Brinson 1998 Partnership Fund | 4,610 | | | 0.00% | 5,726 | | | 0.00% | 6,256 | | | 3.37% | 3.37% | 9.41% | -7.52% | 3.66% |
| Brinson 1999 Partnership Fund | 8,313 | | | 0.00% | 8,537 | | | 0.00% | 9,326 | | | 0.48% | 0.48% | 14.66% | -9.09% | -1.33% |
| Brinson 2000 Partnership Fund | 15,398 | | | 0.00% | 15,812 | | | 0.00% | 17,274 | | | 3.01% | 3.01% | 11.19% | -6.65% | N/A |
| Brinson 2001 Partnership Fund | 8,459 | | | 0.00% | 7,144 | | | 0.00% | 7,805 | | | 0.81% | 0.81% | 6.64% | -2.03% | N/A |
| Brinson 2002 Partnership Fund | 5,116 | | | 0.00% | 4,022 | | | 0.00% | 4,394 | | | -4.97% | -4.97% | 14.42% | N/A | N/A |
| Brinson 2003 Partnership Fund | 854 | | | 0.00% | 877 | | | 0.00% | 588 | | | -2.71% | -2.71% | -4.63% | N/A | N/A |
| Brinson 1999 Non-US Partnership Fund | 4,804 | | | 0.00% | 4,933 | | | 0.00% | 5,389 | | | 5.73% | 5.73% | 21.09% | 8.14% | 4.24% |
| Brinson 2000 Non-US Partnership Fund | 5,452 | | | 0.00% | 6,015 | | | 0.00% | 6,571 | | | 3.24% | 3.24% | 15.38% | 5.71% | N/A |
| Brinson 2001 Non-US Partnership Fund | 4,171 | | | 0.00% | 3,674 | | | 0.00% | 4,014 | | | 0.86% | 0.86% | 16.63% | 3.39% | N/A |
| Brinson 2002 Non-US Partnership Fund | 6,580 | | | 0.00% | 5,993 | | | 0.00% | 6,548 | | | 0.27% | 0.27% | 18.67% | N/A | N/A |
| Brinson 2003 Non-US Partnership Fund | 1,853 | | | 0.00% | 1,295 | | | 0.00% | 1,415 | | | -0.12% | -0.12% | -3.93% | N/A | N/A |
| Brinson 2004 Non-US Partnership Fund | 245 | | | 0.00% | 251 | | | 0.00% | 274 | | | 0.09% | 0.09% | N/A | N/A | N/A |
| Brinson BVCF IV | 24,840 | | | 0.00% | 29,034 | | | 0.00% | 30,881 | | | 6.66% | 6.66% | 21.17% | -9.85% | -10.01% |
| Matlin Patterson Global Opportunities | 28,604 | | | 0.00% | 27,704 | | | 0.00% | 30,266 | | | -3.26% | -3.26% | 13.00% | N/A | N/A |
| Matlin Patterson Global Opportunities II | 13,116 | | | 0.00% | 16,737 | | | 0.00% | - | | | N/A | N/A | N/A | N/A | N/A |
| InvestAmerica | 6,201 | | | 0.00% | 6,368 | | | 0.00% | 6,956 | | | 17.28% | 17.28% | -7.73% | N/A | N/A |
| Hearthstone MSII | 1,871 | | | 0.00% | 1,921 | | | 0.00% | 793 | | | 106.69% | 106.69% | 28.64% | 20.32% | N/A |
| Hearthstone MSIII | 32,440 | | | 0.00% | 33,312 | | | 0.00% | 35,941 | | | -0.08% | -0.08% | N/A | N/A | N/A |
| TOTAL ALTERNATIVE INVESTMENTS (2) | 205,798 | 0.7% | 1.0% | 0.00% | 213,193 | 0.8% | 1.0% | 0.00% | 213,300 | 0.8% | 1.0% | 2.92% | 2.92% | 3.07% | -12.87% | -3.91% |
| CASH EQUIVALENTS | | | | | | | | | | | | | | | | |
| Northern Trust STIF/STEP | 285,908 | 1.0% | 1.0% | 0.17% | 275,594 | 1.0% | 1.0% | 0.13% | 274,533 | 1.0% | 1.0% | 0.44% | 0.74% | 1.44% | 1.86% | 3.48% |
| 90 Day T-Bill | | | | 0.15% | | | | 0.12% | | | | 0.37% | 0.63% | 1.71% | 1.71% | 3.29% |
| TOTAL FUND | 27,627,096 | 100.0% | 100.0% | 2.98% | 26,826,677 | 100.0% | 100.0% | 1.06% | 26,523,275 | 100.0% | 100.0% | 0.55% | 4.65% | 14.85% | 4.50% | 3.86% |
| POLICY TARGET BENCHMARK | | | | 2.45% | | | | 1.34% | | | | 0.82% | 4.68% | 12.08% | 4.47% | 3.75% |

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(2) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.